

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2007

	May-07				April-07				March-07					December-06				September-06				Current FYTD	Prior Year FY06	3 Years Ended 6/30/2006	5 Years Ended 6/30/2006
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR				
LARGE CAP DOMESTIC EQUITY																									
Structured Growth																									
Los Angeles Capital	85,992	2.3%	2.3%	4.50%	57,034	1.5%	2.3%	4.40%	54,627	2.2%	2.3%	3.86%	0.72%	28,691	2.2%	2.3%	7.40%	29,410	2.3%	2.3%	1.60%	23.62%	11.12%	N/A	N/A
Total Structured Growth	85,992	2.3%	2.3%	4.50%	57,034	1.5%	2.3%	4.40%	54,627	2.2%	2.3%	3.86%	0.72%	28,691	2.2%	2.3%	7.40%	29,410	2.3%	2.3%	1.60%	23.62%	11.12%	12.01%	-0.32%
Russell 1000 Growth				3.60%				4.71%				1.19%	0.54%				5.93%				3.94%	20.85%	6.12%	8.35%	-0.76%
Structured Value																									
LSV	85,663	2.3%	2.3%	4.03%	57,090	1.5%	2.3%	4.93%	54,395	2.2%	2.3%	2.37%	2.03%	31,758	2.4%	2.3%	8.09%	32,406	2.5%	2.3%	4.90%	26.71%	15.05%	21.14%	12.22%
Russell 1000 Value				3.61%				3.70%				1.24%	1.55%				8.00%				6.22%	24.78%	12.10%	15.70%	6.89%
Russell 1000 Enhanced Index																									
LA Capital	172,258	4.5%	4.5%	3.94%	114,857	3.0%	4.5%	4.77%	109,617	4.4%	4.5%	1.64%	0.67%	60,179	4.6%	4.5%	7.67%	58,663	4.5%	4.5%	3.71%	23.60%	11.58%	N/A	N/A
Russell 1000				3.60%				4.20%				1.21%	1.04%				6.95%				5.06%	22.77%	9.08%	N/A	N/A
S&P 500 Enhanced Index																									
Westridge	183,297	4.8%	4.5%	3.54%	122,728	3.3%	4.5%	4.47%	117,451	4.7%	4.5%	0.75%	1.16%	60,634	4.7%	4.5%	6.86%	62,641	4.8%	4.5%	5.75%	23.14%	8.77%	N/A	N/A
S&P 500				3.49%				4.43%				0.64%	1.12%				6.70%				5.67%	22.63%	8.63%	N/A	N/A
Index																									
State Street	53,078			3.29%	35,600			4.09%	34,197			1.60%	1.54%	21,311			8.03%	21,761			5.78%	24.84%	9.51%	11.47%	2.62%
Total 130/30	53,078	1.4%	1.5%	3.29%	35,600	0.9%	1.5%	4.09%	34,197	1.4%	1.5%	1.60%	1.54%	21,311	1.6%	1.5%	8.03%	21,761	1.7%	1.5%	5.78%	24.84%	9.51%	11.47%	2.62%
S&P 500				3.49%				4.43%				0.64%	1.12%				6.70%				5.67%	22.63%	8.63%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	580,289	15.3%	15.0%	3.85%	387,309	10.3%	15.0%	4.58%	370,287	15.0%	15.0%	1.79%	1.11%	202,573	15.6%	15.0%	7.50%	204,880	15.7%	15.0%	4.49%	24.17%	10.95%	13.63%	3.95%
S&P 500				3.49%				4.43%				0.64%	1.12%				6.70%				5.67%	22.63%	8.63%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY																									
Manager-of-Managers																									
SEI	194,484	5.1%	5.0%	4.63%	130,436	3.5%	5.0%	3.00%	126,617	5.1%	5.0%	2.43%	1.12%	68,248	5.3%	5.0%	8.82%	66,445	5.1%	5.0%	-0.01%	20.11%	13.58%	18.20%	7.84%
Russell 2000 + 200bp				4.27%				1.96%				2.45%	1.24%				9.43%				0.94%	20.32%	16.86%	21.06%	10.38%
TOTAL SMALL CAP DOMESTIC EQUITY	194,484	5.1%	5.0%	4.63%	130,436	3.5%	5.0%	3.00%	126,617	5.1%	5.0%	2.43%	1.12%	68,248	5.3%	5.0%	8.82%	66,445	5.1%	5.0%	-0.01%	20.11%	13.58%	18.20%	7.86%
Russell 2000				4.10%				1.80%				1.95%	1.07%				8.90%				0.44%	18.17%	14.58%	18.70%	8.50%
INTERNATIONAL EQUITY																									
Large Cap - Active																									
Capital Guardian	157,569	4.1%	4.0%	3.71%	103,793	2.8%	4.0%	3.34%	100,617	4.1%	4.0%	3.10%	1.82%	55,649	4.3%	4.0%	8.53%	53,775	4.1%	4.0%	5.02%	25.94%	28.07%	20.99%	6.90%
LSV	149,028	3.9%	4.0%	1.95%	100,263	2.7%	4.0%	3.96%	96,460	3.9%	4.0%	5.11%	2.77%	55,299	4.3%	4.0%	10.66%	52,480	4.0%	4.0%	6.24%	30.96%	27.09%	N/A	N/A
Total Large Cap - Active	306,597	8.1%	8.0%	2.84%	204,056	5.4%	8.0%	3.64%	197,077	8.0%	8.0%	4.09%	2.28%	110,948	8.5%	8.0%	9.58%	106,255	8.2%	8.0%	5.62%	28.41%	27.66%	21.92%	12.63%
MSCI EAFE - 50% Hedged				2.67%				3.87%				4.03%	2.41%				9.06%				4.87%	26.89%	26.72%	22.56%	6.89%
Small Cap - Value																									
Lazard	37,259	1.0%	1.0%	0.60%	25,409	0.7%	1.0%	3.70%	24,507	1.0%	1.0%	2.39%	2.32%	13,632	1.1%	1.0%	14.71%	12,484	1.0%	1.0%	0.72%	23.41%	23.65%	28.06%	N/A
Citigroup Broad Market Index < \$2BN				1.70%				4.10%				7.05%	3.20%				11.41%				1.53%	28.19%	29.28%	32.40%	N/A
Small Cap - Growth																									
Vanguard	40,148	1.1%	1.0%	2.44%	26,882	0.7%	1.0%	3.87%	25,881	1.0%	1.0%	6.59%	3.18%	13,825	1.1%	1.0%	12.63%	12,889	1.0%	1.0%	3.73%	32.50%	29.24%	32.39%	N/A
Citigroup Broad Market Index < \$2BN				1.70%				4.10%				7.05%	3.20%				11.41%				1.53%	28.19%	29.28%	32.40%	N/A
TOTAL INTERNATIONAL EQUITY	384,003	10.1%	10.0%	2.58%	256,347	6.8%	10.0%	3.67%	247,466	10.0%	10.0%	4.17%	2.38%	138,404	10.7%	10.0%	10.36%	131,627	10.1%	10.0%	4.93%	28.28%	27.35%	23.83%	8.67%
MSCI EAFE - 50% Hedged				2.67%				3.87%				4.03%	2.41%				9.06%				4.87%	26.89%	26.72%	22.56%	6.89%
DOMESTIC FIXED INCOME																									
Core Bond																									
Western Asset	395,019	10.4%	10.9%	-0.75%	261,035	6.9%	10.7%	0.68%	258,033	10.4%	10.7%	1.61%	0.01%	159,637	12.3%	12.1%	2.01%	157,648	12.1%	12.1%	4.45%	8.19%	-0.90%	7.36%	8.59%
Lehman Aggregate				-0.76%				0.54%				1.50%	0.00%				1.24%				3.81%	6.44%	-0.81%	2.05%	4.97%
Mortgage Backed																									
Hyperion	110,024	2.9%	2.8%	-0.50%	72,558	1.9%	2.8%	0.37%	72,070	2.9%	2.8%	N/A	0.92%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)												1.89%													
Core Plus/Enhanced																									
Clifton Group	109,303	2.9%	2.8%	-1.00%	72,360	1.9%	2.8%	0.59%	71,583	2.9%	2.8%	1.91%	0.12%	36,331	2.8%	2.8%	0.66%	36,363	2.8%	2.8%	N/A	N/A	N/A	N/A	N/A
Prudential	109,588	2.9%	2.8%	-0.53%	72,217	1.9%	2.8%	0.63%	71,383	2.9%	2.8%	1.49%	-0.02%	36,381	2.8%	2.8%	1.88%	35,957	2.8%	2.8%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	218,890	5.8%	5.6%	-0.77%	144,577	3.8%	5.6%	0.61%	142,966	5.8%	5.6%	1.70%	0.05%	72,711	5.6%	5.6%	1.27%	72,320	5.6%	5.6%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				-0.76%				0.54%				1.50%	0.00%				1.24%				3.81%				
Index																									
Bank of ND	194,993	5.1%	4.9%	-0.90%	128,960	3.4%	5.3%	0.57%	131,625	5.3%	5.3%	1.37%	-0.26%	67,156	5.2%	5.3%	1.31%	69,338	5.3%	5.3%	3.10%	5.54%	-1.14%	1.14%	4.90%
Lehman Gov/Credit (1)				-0.86%				0.59%				1.47%	-0.17%				1.04%				3.91%	6.23%	-1.52%	1.04%	4.78%
BBB Average Quality																									
Wells Capital (formerly Strong)	392,767	10.3%	10.9%	-0.85%	259,851	6.9%	10.7%	0.90%	256,267	10.4%	10.7%	1.74%	-0.60%	159,182	12.3%	12.1%	1.75%	157,605	12.1%	12.1%	4.60%	8.33%	-2.11%	2.63%	N/A
Lehman US Credit BAA				-0.93%				0.90%				1.79%	-0.62%				1.49%				4.80%	8.22%	-2.37%	2.63%	N/A
TOTAL DOMESTIC FIXED INCOME	1,311,693	34.5%	35.0%	-0.78%	866,981	23.0%	35.0%	0.69%	860,961	34.8%	35.0%	1.57%	-0.14%	458,686	35.3%	35.0%	1.70%	456,911	35.1%	35.0%	4.28%	7.62%	-1.39%	6.59%	7.79%
Lehman Aggregate (2)				-0.76%				0.54%				1.50%	0.00%				1.24%				3.81%	6.44%	-0.81%	1.84%	5.28%
CASH EQUIVALENTS																									
Bank of ND	1,328,136	35.0%	35.0%	0.44%	2,127,415	56.5%	35.0%	0.43%	870,190	35.2%	35.0%	1.32%	0.46%	430,260	33.1%	35.0%	1.32%	441,227	33.9%	35.0%	1.35%	4.94%	4.50%	2.71%	2.42%
90 Day T-Bill				0.44%				0.44%				1.25%	0.45%				1.26%				1.33%	4.80%	4.00%	2.37%	2.25%
TOTAL INSURANCE REGULATORY TRUS	3,798,604	100.0%	100.0%	0.80%	3,768,487	100.0%	100.0%	1.60%	2,475,521	100.0%	100.0%	1.82%	0.55%	1,298,171	100.0%	100.0%	3.71%	1,301,090	100.0%	100.0%	3.18%	11.58%	5.75%	6.91%	5.04%
POLICY TARGET BENCHMARK				0.88%				1.48%				1.57%	0.62%				3.21%				10.70%	5.67%	6.18%	4.35%	